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August 10, 2000

**VIA FACSIMILE and REGULAR MAIL**

Mr. Darrell Whitis  
Tennessee Regulatory Authority  
460 James Robertson Parkway  
Nashville, TN 37243

Re: **Submission of Additional Information:** Application of Vitts Networks, Inc. for a Certificate of Convenience and Necessity to Provide Facilities-Based and Resold Local Exchange and Interexchange Telecommunications Services Throughout the State of Tennessee- **Docket No. 00-00561**

Dear Mr. Whitis:

As requested, Vitts Networks, Inc. ("Vitts"), by its undersigned counsel, is providing the Tennessee Regulatory Authority an original and thirteen (13) copies of additional information concerning the ability of its parent, Vitts Networks Group, Inc. ("Vitts Group"), to sustain the projected operating losses of Vitts over the first three years of its operations in Tennessee. Please associate this filing with Vitts' Application for a Certificate of Convenience and Necessity to Provide Facilities-Based and Resold Local Exchange and Interexchange Telecommunications Services Throughout the State of Tennessee in the docket number referenced above.

Vitts Group is in the process of issuing additional private equity and/or private debt. The initial amount Vitts Group intends to raise is in the vicinity of \$100 million to \$150 million. Vitts Group expects to complete the issuance before the end of 2000. This additional round of financing will be used to continue to build the network and to fund the operating losses of Vitts. Subsequent funding efforts and/or an initial public offering is contemplated and will be pursued if necessary.

Please date stamp and return the extra copy of this filing in the self-addressed, postage-prepaid envelope provided. Should you have any questions concerning this matter, please do not hesitate to contact D. Anthony Mastando at (202) 295-8321.

Sincerely,



Eric Branfman

D. Anthony Mastando

Counsel for Vitts Networks, Inc.

cc: Thomas Lyle  
Adrian Copiz

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8/17/00

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